

## GENERAL ASSEMBLY OF THE STATE OF TENNESSEE FISCAL REVIEW COMMITTEE

320 Sixth Avenue, North — 8th Floor NASHVILLE, TENNESSEE 37243-0057 615-741-2564

Sen. Bill Ketron, Chairman

Senators

Douglas Henry Doug Jackson Reginald Tate Ken Yager

Brian Kelsey

Randy McNally, ex officio

Lt. Governor Ron Ramsey, ex officio

Rep. Charles Curtiss, Vice-Chairman Representatives

Harry Brooks Curtis Johnson

Donna Rowland Tony Shipley Curry Todd

Steve McManus Mary Pruitt

Eddie Yokley

Craig Fitzhugh, ex officio

Speaker Kent Williams, ex officio

## MEMORANDUM

TO:

The Honorable Dave Goetz, Commissioner

Department of Finance and Administration

FROM:

Bill Ketron, Chairman, Fiscal Review Committee

Charles Curtiss, Vice-Chairman, Fiscal Review Committee

DATE:

June 2, 2010

SUBJECT:

**Contract Comments** 

(Fiscal Review Committee Meeting 6/2/10)

RFS# 318.66-05608

Department: Finance & Administration/Bureau of TennCare

Contractor: UnitedHealthCare Plan of the River Valley, Inc.,

AmeriChoice - West Tennessee Region

Summary: The vendor is responsible for the provision of medical and behavioral health services to TennCare enrollees in West Tennessee. The proposed amendment adds language to comply with the Annual Coverage Assessment Act of 2010; creates new method for adjusting the long-term care component of the base capitation rate; and adds new liquidated damages.

Maximum liability: \$1,486,132,800

Maximum liability w/amendment: \$1,486,132,800

After review, the Fiscal Review Committee voted to recommend approval of the contract amendment.

cc: The Honorable Darin Gordon, Deputy Commissioner Mr. Robert Barlow, Director, Office of Contracts Review